



City of San Diego *Budget and Finance Committee*

Debt Policy - Annual Review and Update

March 14, 2012



Background

- Annual Update to Debt Policy provided per Resolution R-303152 approved in 2007
 - Additional information provided:
 - Market Update
 - Forward Calendar of Financings
 - Debt Obligations and other Long Term Liabilities
- Last annual update provided to the City Council on April 11, 2011



Recommended Updates

- Updates to reflect dissolution of the Redevelopment Agency (pgs 1,8,9)
 - Tax Allocation Bonds – successor agency to perform all obligations
 - Marks Roos Bonds - Joint Powers Authority deemed valid
- Update to State Revolving Fund loans (pgs 11,12)
 - SRF loan debt service on parity with senior bond obligations
- Debt Service Reserve Funds (pg 16)
 - If costs of establishing a DSRF outweigh benefits, or there are no negative pricing or credit impacts, bonds may be issued with lower than full DSRF or no reserve



Action for Consideration

- Approve and forward to City Council the recommended updates to the Debt Policy